

JONATHAN E. FIELDING, M.D., M.P.H. Director and Health Officer

JONATHAN E. FREEDMAN

Chief Deputy Director

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June 8, 2012

TO:

Each Supervisor

FROM:

Jonathan E. Fielding, M.D., M.P. Director and Health Officer

SUBJECT:

NOTIFICATION OF THE USE OF DELEGATED AUTHORITY TO EXECUTE NEW

DRUG/MEDI-CAL SERVICES AGREEMENTS WITH PEOPLE IN PROGRESS, INC. AND

HIS SHELTERING ARMS, INC.

This is to notify you that I am exercising the delegated authority approved by your Board on June 7, 2011, to offer and execute future alcohol and drug services agreements for the provision of Drug/Medi-Cal (DMC) program services to all eligible State-certified DMC agencies, effective upon agency DMC certification date or July 1 of the current fiscal year or upon the start date requested by the agency between these two time periods, upon the agency's submission and approval by the Department of Public Health of all required documents, allowing for State approved retroactive payments through June 30, 2014, subject to review and approval by County Counsel, and notification to you Board and the Chief Executive Office.

Pursuant to both State legislation and the federal ruling of <u>Sobky v. Smoley</u>, counties are required to enter into agreements with all State-certified DMC service providers who request service contracts and who demonstrate the ability to comply with all local requirements.

Under the delegated authority referenced above, I will execute the following DMC agreements for the period of July 1, 2011 through June 30, 2014; 100 percent offset by State Realignment revenues as authorized under Assembly Bill 118 and federal Medicaid matching funds:

- His Sheltering Arms, Inc. for the provision of Outpatient Drug Free Services and Perinatal Outpatient Drug Free Services, at an annual obligation of \$200,000 and a total maximum obligation of \$600,000; and
- People in Progress, Inc. for the provision of Outpatient Drug Free Services, at an annual obligation of \$200,000 and a total maximum obligation of \$600,000.

County Counsel has reviewed and approved the agreements as to use and this delegated authority action.

If you have any questions or need additional information, please let me know.

JEF:yl #02269

c: Chief Executive Officer Acting County Counsel Executive Officer, Board of Supervisors



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